

E FILED ON 09/15/2020
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LAW CORPORATION
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Attorney for Debtor

UNITED STATES BANKRUPTCY COURT

DISTRICT OF NEVADA

* * * * *

In re:)	BANKRUPTCY NUMBER:
)	BK-S- 20-12890-MKN
PLAYERS NETWORK,)	Chapter 11
)	
Debtor.)	
_____)	

MONTHLY OPERATING REPORT

The above mentioned Debtor-in-Possession hereby submits, by and through its attorney,
THOMAS E. CROWE, ESQ., the Monthly operating report for the period ending July, 2020.

DATED this 15th day of September, 2020.

THOMAS E. CROWE PROFESSIONAL
LAW CORPORATION

By /s/ THOMAS E. CROWE
THOMAS E. CROWE, ESQ.
2830 S. Jones Blvd. #3
Las Vegas, NV 89146
Attorney for Debtor-
in-possession

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**UNITED STATES BANKRUPTCY COURT
DISTRICT OF NEVADA**

In re: Players Network

Case No. 20-12890

**CHAPTER 11
MONTHLY OPERATING REPORT
(GENERAL BUSINESS CASE)**

SUMMARY OF FINANCIAL STATUS

MONTH ENDED: Jul-20PETITION DATE: 06/17/20

1. Debtor in possession (or trustee) hereby submits this Monthly Operating Report on the Accrual Basis of accounting (or if checked here the Office of the U.S. Trustee or the Court has approved the Cash Basis of Accounting for the Debtor).
Dollars reported in \$1

2. **Asset and Liability Structure**

	<u>End of Current Month</u>	<u>End of Prior Month</u>	<u>As of Petition Filing</u>
a. Current Assets	(\$164,351)	(\$165,670)	
b. Total Assets	\$4,711,635	\$4,710,316	
c. Current Liabilities	\$9,129,271	\$9,129,271	
d. Total Liabilities	\$9,129,271	\$9,129,271	

3. **Statement of Cash Receipts & Disbursements for Month**

	<u>Current Month</u>	<u>Prior Month</u>	<u>Cumulative (Case to Date)</u>
a. Total Receipts	\$25,000	\$12,500	\$37,500
b. Total Disbursements	\$23,681	\$8,521	\$32,202
c. Excess (Deficiency) of Receipts Over Disbursements (a - b)	\$1,319	\$3,979	\$5,298
d. Cash Balance Beginning of Month	\$9,253	\$5,274	\$5,274
e. Cash Balance End of Month (c + d)	\$10,572	\$9,253	\$10,572

4. **Profit/(Loss) from the Statement of Operations**5. **Account Receivables (Pre and Post Petition)**6. **Post-Petition Liabilities**7. **Past Due Post-Petition Account Payables (over 30 days)**

	<u>Current Month</u>	<u>Prior Month</u>	<u>Cumulative (Case to Date)</u>
4. Profit/(Loss) from the Statement of Operations	(\$23,681)	(\$8,521)	
5. Account Receivables (Pre and Post Petition)	\$25,000	\$25,000	
6. Post-Petition Liabilities	\$9,129,271	\$9,129,271	
7. Past Due Post-Petition Account Payables (over 30 days)	\$689,008	\$689,008	

At the end of this reporting month:

- | | | |
|--|-----------------------------|-----------------------------|
| | <u>Yes</u> | <u>No</u> |
| 8. Have any payments been made on pre-petition debt, other than payments in the normal course to secured creditors or lessors? (if yes, attach listing including date of payment, amount of payment and name of payee) | <u> </u> | <u>X</u> |
| 9. Have any payments been made to professionals? (if yes, attach listing including date of payment, amount of payment and name of payee) | <u> </u> | <u>X</u> |
| 10. If the answer is yes to 8 or 9, were all such payments approved by the court? | <u> </u> | <u> </u> |
| 11. Have any payments been made to officers, insiders, shareholders, relatives? (if yes, attach listing including date of payment, amount and reason for payment, and name of payee) | <u> </u> | <u>X</u> |
| 12. Is the estate insured for replacement cost of assets and for general liability? | <u>X</u> | <u> </u> |
| 13. Are a plan and disclosure statement on file? | <u>X</u> | <u> </u> |
| 14. Was there any post-petition borrowing during this reporting period? | <u> </u> | <u>X</u> |
15. Check if paid: Post-petition taxes U.S. Trustee Quarterly Fees ; Check if filing is current for: Post-petition tax reporting and tax returns:
(Attach explanation, if post-petition taxes or U.S. Trustee Quarterly Fees are not paid current or if post-petition tax reporting and tax return filings are not current.)

I declare under penalty of perjury I have reviewed the above summary and attached financial statements, and after making reasonable inquiry believe these documents are correct.

Date: 9/14/2020

Mark Barry
Responsible Individual

STATEMENT OF OPERATIONS

(General Business Case)

For the Month Ended 07/31/20

Current Month				Cumulative (Case to Date)	Next Month Forecast
Actual	Forecast	Variance			
		\$0	Revenues:		
		\$0	1 Gross Sales		
\$0	\$0	\$0	2 less: Sales Returns & Allowances		
\$0		\$0	3 Net Sales	\$0	\$0
\$0	\$0	\$0	4 less: Cost of Goods Sold (Schedule 'B')		
		\$0	5 Gross Profit	\$0	\$0
		\$0	6 Interest		
		\$0	7 Other Income:		
		\$0	8		
		\$0	9		
\$0	\$0	\$0	10 Total Revenues	\$0	\$0
		\$0	Expenses:		
		\$0	11 Compensation to Owner(s)/Officer(s)		
		\$0	12 Salaries		
		\$0	13 Commissions		
		\$0	14 Contract Labor		
		\$0	Rent/Lease:		
		\$0	15 Personal Property		
		\$0	16 Real Property		
		\$0	17 Insurance		
\$3,000		(\$3,000)	18 Management Fees	\$6,000	
		\$0	19 Depreciation		
		\$0	Taxes:		
		\$0	20 Employer Payroll Taxes		
		\$0	21 Real Property Taxes		
		\$0	22 Other Taxes		
\$638		(\$638)	23 Other Selling	\$985	
\$2,243		(\$2,243)	24 Other Administrative	\$3,946	
		\$0	25 Interest		
\$2,500		(\$2,500)	26 Other Expenses: Professional Fees - Consulting	\$5,971	
\$15,300		(\$15,300)	27 Professional Fees - Legal	\$15,300	
		\$0	28		
		\$0	29		
		\$0	30		
		\$0	31		
		\$0	32		
		\$0	33		
		\$0	34		
\$23,681	\$0	(\$23,681)	35 Total Expenses	\$32,202	\$0
(\$23,681)	\$0	(\$23,681)	36 Subtotal	(\$32,202)	\$0
		\$0	Reorganization Items:		
		\$0	37 Professional Fees		
		\$0	38 Provisions for Rejected Executory Contracts		
		\$0	39 Interest Earned on Accumulated Cash from Resulting Chp 11 Case		
		\$0	40 Gain or (Loss) from Sale of Equipment		
		\$0	41 U.S. Trustee Quarterly Fees		
		\$0	42		
\$0	\$0	\$0	43 Total Reorganization Items	\$0	\$0
(\$23,681)	\$0	(\$23,681)	44 Net Profit (Loss) Before Federal & State Taxes	(\$32,202)	\$0
		\$0	45 Federal & State Income Taxes		
(\$23,681)	\$0	(\$23,681)	46 Net Profit (Loss)	(\$32,202)	\$0

Attach an Explanation of Variance to Statement of Operations (For variances greater than +/- 10% only):

BALANCE SHEET
(General Business Case)
For the Month Ended 07/31/20

Assets**Current Assets****From Schedules****Market Value**

1	Cash and cash equivalents - unrestricted		\$10,572
2	Cash and cash equivalents - restricted		
3	Accounts receivable (net)	A	\$25,000
4	Inventory	B	\$0
5	Prepaid expenses		\$11,827
6	Professional retainers		
7	Other: _____		\$17,000
8	Notes Receivable - Salinas		(\$228,750)
9	Total Current Assets		(\$164,351)

Property and Equipment (Market Value)

10	Real property	C	\$0
11	Machinery and equipment	D	\$0
12	Furniture and fixtures	D	\$3,757
13	Office equipment	D	\$95,882
14	Leasehold improvements	D	\$0
15	Vehicles	D	\$0
16	Other: Website Development	D	\$99,880
17	_____	D	
18	_____	D	
19	_____	D	
20	Accumulated Depreciation	D	(\$158,533)
21	Total Property and Equipment		\$40,986

Other Assets

22	Loans to shareholders		
23	Loans to affiliates		
24	Security Deposits		(\$5,000)
25	Investment - Salinas		\$5,000,000
26	Investment - GLFH		\$4,820,000
27	Goodwill		(\$4,980,000)
28	Total Other Assets		\$4,835,000
29	Total Assets		\$4,711,635

NOTE:

Indicate the method used to estimate the market value of assets (e.g., appraisals; familiarity with comparable market prices, etc.) and the date the value was determined.

Liabilities and Equity
(General Business Case)

Liabilities From Schedules

Post-Petition

Current Liabilities

30	Salaries and wages		\$27,111
31	Payroll taxes		\$218,617
32	Real and personal property taxes		
33	Income taxes		
34	Sales taxes		
35	Notes payable (short term)		\$736,065
36	Accounts payable (trade)	A	\$689,008
37	Real property lease arrearage		
38	Personal property lease arrearage		
39	Accrued professional fees		
40	Current portion of long-term post-petition debt (due within 12 months)		
41	Other: <u>Accrued Interest</u>		\$303,606
42	<u>Shareholder Loans</u>		\$4,000,000
43	<u>Other Liabilities (Derivative, Convertible, Inter Co Items)</u>		\$3,154,864
44	Total Current Liabilities		\$9,129,271

Long-Term Post-Petition Debt, Net of Current Portion

46	Total Post-Petition Liabilities		\$9,129,271
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Pre-Petition Liabilities (allowed amount)

47	Secured claims	F	\$0
48	Priority unsecured claims	F	\$0
49	General unsecured claims	F	\$0
50	Total Pre-Petition Liabilities		\$0
51	Total Liabilities		\$9,129,271

Equity (Deficit)

52	Retained Earnings/(Deficit) at time of filing		(\$42,764,821)
53	Capital Stock		\$728,018
54	Additional paid-in capital		\$37,619,167
55	Cumulative profit/(loss) since filing of case		
56	Post-petition contributions/(distributions) or (draws)		
57			
58	<u>Market value adjustment</u>		
59	Total Equity (Deficit)		(\$4,417,636)
60	Total Liabilities and Equity (Deficit)		\$4,711,635

SCHEDULES TO THE BALANCE SHEET
(General Business Case)

Schedule A

Accounts Receivable and (Net) Payable

Receivables and Payables Agings

0 -30 Days
31-60 Days
61-90 Days
91+ Days
Total accounts receivable/payable
Allowance for doubtful accounts
Accounts receivable (net)

<u>Accounts Receivable</u> <u>[Pre and Post Petition]</u>	<u>Accounts Payable</u> <u>[Post Petition]</u>	<u>Past Due</u> <u>Post Petition Debt</u>
\$25,000	\$689,008	\$689,008
\$25,000	\$689,008	
\$25,000		

Schedule B

Inventory/Cost of Goods Sold

Types and Amount of Inventory(ies)

Inventory(ies)
Balance at
End of Month

Cost of Goods Sold

Inventory Beginning of Month

Add -

Net purchase
Direct labor
Manufacturing overhead
Freight in
Other:

Less -

Inventory End of Month
Shrinkage
Personal Use

Cost of Goods Sold

\$0

Retail/Restaurants -
Product for resale

Distribution -
Products for resale

Manufacturer -
Raw Materials
Work-in-progress
Finished goods

Other - Explain

TOTAL

\$0

Method of Inventory Control

Do you have a functioning perpetual inventory system?

Yes _____ No _____

How often do you take a complete physical inventory?

Weekly _____
Monthly _____
Quarterly _____
Semi-annually _____
Annually _____

Date of last physical inventory was

Date of next physical inventory is

Inventory Valuation Methods

Indicate by a checkmark method of inventory used.

Valuation methods -

FIFO cost _____
LIFO cost _____
Lower of cost or market _____
Retail method _____
Other _____
Explain _____

**Schedule C
Real Property**

Description	<u>Cost</u>	<u>Market Value</u>
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total	\$0	\$0

**Schedule D
Other Depreciable Assets**

Description	<u>Cost</u>	<u>Market Value</u>
Machinery & Equipment -		
Website development	\$99,880	\$0
_____	_____	_____
_____	_____	_____
Total	\$99,880	\$0
Furniture & Fixtures -		
_____	\$3,757	\$0
_____	_____	_____
_____	_____	_____
Total	\$3,757	\$0
Office Equipment -		
_____	\$95,882	\$0
_____	_____	_____
Total	\$95,882	\$0
Leasehold Improvements -		
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total	\$0	\$0
Vehicles -		
_____	_____	_____
_____	_____	_____
_____	_____	_____
Total	\$0	\$0

Schedule E
Aging of Post-Petition Taxes
(As of End of the Current Reporting Period)

Taxes Payable	<u>0-30 Days</u>	<u>31-60 Days</u>	<u>61-90 Days</u>	<u>91+ Days</u>	<u>Total</u>
Federal					
Income Tax Withholding				\$34,209	\$34,209
FICA - Employee				\$21,585	\$21,585
FICA - Employer				\$21,149	\$21,149
Unemployment (FUTA)				\$6,440	\$6,440
Income					\$0
Other (Attach List)					\$0
Total Federal Taxes	\$0	\$0	\$0	\$83,383	\$83,383
State and Local					
Income Tax Withholding					\$0
Unemployment (UT)					\$0
Disability Insurance (DI)					\$0
Empl. Training Tax (ETT)					\$0
Sales					\$0
Excise					\$0
Real property					\$0
Personal property					\$0
Income					\$0
Other (Attach List)					\$0
Total State & Local Taxes	\$0	\$0	\$0	\$0	\$0
Total Taxes	\$0	\$0	\$0	\$83,383	\$83,383

Schedule F
Pre-Petition Liabilities

<u>List Total Claims For Each Classification -</u>	<u>Claimed Amount</u>	<u>Allowed Amount (b)</u>
Secured claims (a)		
Priority claims other than taxes		
Priority tax claims		
General unsecured claims		

- (a) List total amount of claims even if under secured.
- (b) Estimated amount of claim to be allowed after compromise or litigation. As an example, you are a defendant in a lawsuit alleging damage of \$10,000,000 and a proof of claim is filed in that amount. You believe that you can settle the case for a claim of \$3,000,000. For Schedule F reporting purposes you should list \$10,000,000 as the Claimed Amount and \$3,000,000 as the Allowed Amount.

Schedule G
Rental Income Information
Not applicable to General Business Cases

Schedule H
Recapitulation of Funds Held at End of Month

	<u>Account 1</u>	<u>Account 2</u>	<u>Account 3</u>	<u>Account 4</u>
Bank				
Account Type				
Account No.				
Account Purpose				
Balance, End of Month				
Total Funds on Hand for all Accounts	\$0			

Attach copies of the month end bank statement(s), reconciliation(s), and the check register(s) to the Monthly Operating Report.

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

Increase/(Decrease) in Cash and Cash Equivalents

For the Month Ended 07/31/20

		Actual Current Month	Cumulative (Case to Date)
Cash Receipts			
1	Rent/Leases Collected		
2	Cash Received from Sales		
3	Interest Received		
4	Borrowings		
5	Funds from Shareholders, Partners, or Other Insiders	\$25,000	\$37,500
6	Capital Contributions		
7			
8			
9			
10			
11			
12	Total Cash Receipts	\$25,000	\$37,500
Cash Disbursements			
13	Payments for Inventory		
14	Selling	\$638	\$985
15	Administrative	\$2,243	\$3,946
16	Capital Expenditures		
17	Principal Payments on Debt		
18	Interest Paid		
	Rent/Lease:		
19	Personal Property		
20	Real Property		
	Amount Paid to Owner(s)/Officer(s)		
21	Salaries		
22	Draws		
23	Commissions/Royalties		
24	Expense Reimbursements		
25	Other	\$3,000	\$6,000
26	Salaries/Commissions (less employee withholding)		
27	Management Fees		
	Taxes:		
28	Employee Withholding		
29	Employer Payroll Taxes		
30	Real Property Taxes		
31	Other Taxes		
32	Other Cash Outflows:		
33	Professional Fees - Consulting	\$2,500	\$5,971
34	Professional Fees - Legal	\$15,300	\$15,300
35			
36			
37			
38	Total Cash Disbursements:	\$23,681	\$32,202
39	Net Increase (Decrease) in Cash	\$1,319	\$5,298
40	Cash Balance, Beginning of Period	\$9,253	\$5,274
41	Cash Balance, End of Period	\$10,572	\$10,572

STATEMENT OF CASH FLOWS
 (Optional) Increase/(Decrease) in Cash and Cash Equivalents
 For the Month Ended 07/31/20

Cash Flows From Operating Activities		Actual Current Month	Cumulative (Case to Date)
1	Cash Received from Sales		
2	Rent/Leases Collected		
3	Interest Received		
4	Cash Paid to Suppliers		
5	Cash Paid for Selling Expenses		
6	Cash Paid for Administrative Expenses	\$638	\$985
	Cash Paid for Rents/Leases:	\$2,243	\$3,946
7	Personal Property		
8	Real Property		
9	Cash Paid for Interest		
10	Cash Paid for Net Payroll and Benefits		
	Cash Paid to Owner(s)/Officer(s)		
11	Salaries		
12	Draws		
13	Commissions/Royalties		
14	Expense Reimbursements		
15	Other		
	Cash Paid for Taxes Paid/Deposited to Tax Acct.	\$3,000	\$6,000
16	Employer Payroll Tax		
17	Employee Withholdings		
18	Real Property Taxes		
19	Other Taxes		
20	Cash Paid for General Expenses		
21	Professional Fees - Consulting	\$2,500	\$5,971
22	Professional Fees - Legal	\$15,300	\$15,300
23			
24			
25			
26			
27	Net Cash Provided (Used) by Operating Activities before Reorganization Items	(\$23,681)	(\$32,202)
Cash Flows From Reorganization Items			
28	Interest Received on Cash Accumulated Due to Chp 11 Case		
29	Professional Fees Paid for Services in Connection with Chp 11 Case		
30	U.S. Trustee Quarterly Fees		
31			
32	Net Cash Provided (Used) by Reorganization Items	\$0	\$0
33	Net Cash Provided (Used) for Operating Activities and Reorganization Items	(\$23,681)	(\$32,202)
Cash Flows From Investing Activities			
34	Capital Expenditures		
35	Proceeds from Sales of Capital Goods due to Chp 11 Case		
36			
37	Net Cash Provided (Used) by Investing Activities	\$0	\$0
Cash Flows From Financing Activities			
38	Net Borrowings (Except Insiders)		
39	Net Borrowings from Shareholders, Partners, or Other Insiders	\$25,000	\$37,500
40	Capital Contributions		
41	Principal Payments		
42			
43	Net Cash Provided (Used) by Financing Activities	\$25,000	\$37,500
44	Net Increase (Decrease) in Cash and Cash Equivalents	\$1,319	\$5,298
45	Cash and Cash Equivalents at Beginning of Month	\$9,253	\$5,274
46	Cash and Cash Equivalents at End of Month	\$10,572	\$10,572